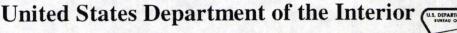
5/027/079



## BUREAU OF LAND MANAGEMENT FILLMORE FIELD OFFICE

35 East 500 North Fillmore, UT 84631 http://enbb.blm.interwebdesign.com



IN REPLY REFER TO:

3800

(U-010) UTU-075890

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APR 13 2000

DIVISION OF OIL, GAS AND MINING April 11, 2000

JEROME GATTO 230 E BROADWAY SALT LAKE CITY UT 84111

Dear Mr. Gatto:

Thank you for meeting with Sheri Wysong, John Steiger and Terry Snyder on April 7, 2000. As discussed in the conference, we are writing to summarize the agreements arrived upon during the discussion.

We agreed to accept a notice for mineral exploration activity on the grandfathered mining claims, Billy Boy and Helen #1-3, Billy Boy #4 and Jerry G's #1-3, provided the notice is accompanied by a bond in an amount sufficient to reclaim the proposed disturbance. Once exploration activity is completed, you agreed to submit a plan of operations. The plan of operations will include the reclamation where the old mobile homes and shop of Baron Trading were located. This plan of operations will be accompanied by a 100 percent reclamation bond and an escrow account will be established. The escrow account is required because we contend that the material is common variety; therefore, an escrow account is required for any materials removed under the plan of operations until a validity exam can be completed.

Please be advised that the plan of operations may include a watchman's quarters. However, any occupancy of this site will have to meet the 43 CFR 3715 regulations. A copy of these regulations is enclosed for your information.

In addition, you agreed to rescind your appeal of our June 10, 1999 decision to reject Mr. Pappas' notice to mine on the Billy Boy and Helen #3 and the Billy Boy #4. Mr. Pappas' record of noncompliance will stand since Mr. Pappas did not file an appeal of the August 27, 1997 notice of noncompliance (NON). This record of noncompliance was established for failure to reclaim

approximately 6 acres of disturbance created while Mr. Pappas was the operator for Baron Trading. The majority of this unreclaimed disturbance has been redisturbed by another operator and therefore does not require reclamation. However, the area where the mobile homes and shop were situated still requires cleanup, recontouring and revegetation. Per our agreement, inclusion of this area in your plan of operations and completion of this outstanding reclamation work will allow Mr. Pappas' record of noncompliance to commence. We are recommending that the duration of Mr. Pappas' record of noncompliance be two years.

If you have any questions, please call Sheri Wysong at (435) 743-3124. We look forward to working with you.

Sincerely,

Rex Rowley

Field Manager

Ley Lauly

Enclosures 3715 Regulations

cc: D. Wayne Hedberg, UDOGM (S/027/079)
William Pappas, 1730 S 1100 E, SLC, Ut 84105